

**HOUSING AUTHORITY OF
JEFFERSON PARISH
Marrero, Louisiana**

**Annual Financial Report
For the Year Ended September 30, 2012**

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INDEPENDENT AUDITOR'S REPORT

Board of Commissioners
Housing Authority of Jefferson Parish
Marrero, Louisiana

We have audited the accompanying financial statements of the business-type activities, the discretely presented component unit, each major fund, and the aggregate remaining fund information of the Housing Authority of Jefferson Parish (the "Housing Authority") as of and for the year ended September 30, 2012, which collectively comprise the Housing Authority's basic financial statements as listed in the Table of Contents. These financial statements are the responsibility of the Housing Authority's management. Our responsibility is to express an opinion on these financial statements based on our audit.

We conducted our audit in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements. An audit also includes assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall financial statement presentation. We believe that our audit provides a reasonable basis for our opinion.

In our opinion, the financial statements referred to above present fairly, in all material respects, the respective financial position of the business-type activities, the discretely presented component unit, each major fund, and the aggregate remaining fund information of the Housing Authority as of September 30, 2012, and the respective changes in financial position and, where applicable, cash flows thereof for the year then ended in conformity with accounting principles generally accepted in the United States of America.

In accordance with *Government Auditing Standards*, we have also issued our report dated March 19, 2013 on our consideration of the Housing Authority's internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements and other matters. The purpose of that report is to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing and not to provide an opinion on the internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* and should be considered in assessing the results of our audit.

Accounting principles generally accepted in the United States of America require that the management's discussion and analysis on pages 3 through 8 be presented to supplement the basic financial statements. Such information, although not a part of the basic financial statements, is required by the Governmental Accounting Standards Board, who considers it to be an essential part of financial reporting for placing the basic financial statements in an appropriate operational, economic, or historical context. We have applied certain limited procedures to the required supplementary information in accordance with auditing standards generally accepted in the United States of America, which consisted of inquiries of management about the methods of preparing the information and comparing the information for consistency with management's responses to our inquiries, the basic financial statements, and other knowledge we obtained during our audit of the basic financial statements. We do not express an opinion or provide any assurance on the information because the limited procedures do not provide us with sufficient evidence to express an opinion or provide any assurance.

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the Housing Authority's financial statements as a whole. The accompanying Supplemental HUD Financial Data Schedules and other information on pages 24 through 45 are presented for the purpose of additional analysis as required by the U.S. Department of Housing and Urban Development, and are not a required part of the financial statements. The accompanying Schedule of Expenditures of Federal Awards is presented for purposes of additional analysis as required by U.S. Office of Management and Budget Circular A-133, *Audits of States, Local Governments, and Non-Profit Organizations*, and is also not a required part of the financial statements. The Supplemental Schedules and the Schedule of Expenditures of Federal Awards are the responsibility of management and were derived from and relate directly to the underlying accounting and other records used to prepare the financial statements. The information has been subjected to the auditing procedures applied in the audit of the financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the financial statements or to the financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the information is fairly stated in all material respects in relation to the financial statements as a whole.

Carr, Riggs & Ingram, LLC

March 19, 2013
Metairie, LA

**HOUSING AUTHORITY OF JEFFERSON PARISH
MARRERO, LOUISIANA
MANAGEMENT'S DISCUSSION AND ANALYSIS
September 30, 2012**

Our discussion and analysis of the Housing Authority of Jefferson Parish's (the "Housing Authority") financial performance provides an overview of the Housing Authority's financial activities for the fiscal year ended September 30, 2012. This discussion and analysis does not include the component unit.

The Management's Discussion and Analysis (MD&A) is an element of the new reporting model adopted by the Governmental Accounting Standards Board (GASB) in their Statement No. 34 *Basic Financial Statements - and Management's Discussion and Analysis - for State and Local Governments* issued June 1999. Certain comparative information between the current year and the prior year is required to be presented in the MD&A to provide a more meaningful comparative analysis of the financial data to be presented.

FINANCIAL HIGHLIGHTS

Total spending for all programs was approximately \$41.6 million for the year ended September 30, 2012. Housing assistance payments (HAP) to landlords on behalf of program participants was approximately \$34 million or 83% of total spending. Rentals and interest funded \$585,197 of this amount, with the Department of Housing and Urban Development ("HUD") grants and subsidies funding the balance.

The public housing Administrative expense for the Housing Authority totaled \$507,615 which represented approximately 35% of the total expenditures for public housing. Maintenance expense totaled \$289,370 or 20% of total expenditures, and utility expense totaled \$184,661 or 12%. Tenant services to include security totaled \$61,585 or 4% of total public housing expenditures. General expense (75% of which is property and general liability insurance) totaled \$237,919 or 16%.

Public Housing Authorities (PHAs) annual budgets for 2012 are based on mandated procedures that serve to determine every PHA's total and final funding amount. The funding is based on a calendar year. Operating funding decreased from \$659,709 to \$446,867 or 32% from the prior year due to the 2012 HUD Asset Allocation (funds recaptured by HUD) applied to all housing authorities. The 2012 Asset Allocation for HAJP was \$254,821.

The Housing Authority has one project-based program, Jefferson Place Apartments. The Jefferson Place Apartments has not recovered from the 2005 hurricane disasters, thus none of these 77 units have been leased. While there is no leasing activity, the general ledger of this program must remain open as there are funds in the Jefferson Place Apartments bank account which cannot be co-mingled with any other accounts due to the funding source. Reporting requirements are applicable for Jefferson Place Apartments.

The Disaster Voucher Programs (DVP, DHAP Katrina and DHAP IKE) were created to aid those affected by Hurricanes Katrina and Ike. As these disaster programs are closed, HUD has approved some of these vouchers for conversion to the Housing Choice Voucher Program. When the disaster program's voucher is not converted, the participants may apply for a Housing Choice Voucher Program voucher. The last activity for DHAP Katrina and DVP Programs was

**HOUSING AUTHORITY OF JEFFERSON PARISH
MARRERO, LOUISIANA
MANAGEMENT'S DISCUSSION AND ANALYSIS (CONTINUED)
September 30, 2012**

October, 2009 and October, 2010, respectively. The last activity for DHAP Ike was March, 2012. HUD has conducted funding reconciliations for each program. The accounts of these programs will remain open as long as there are funds in their respective bank accounts. Remaining funds of the DVP Program will be transferred to the HCV Program upon closing of the DVP Program. The remaining funds of the DHAP Katrina and DHAP Ike Programs may be used for "disaster related purposes" only.

Additionally, in January, 2007 HUD approved the Housing Authority to take part in the Section 901 Fungibility portion of the Housing Choice Voucher program in order to rehabilitate and improve public housing, develop more affordable housing and expand family self-sufficiency services. The Housing Authority was approved for a total award of \$13,847,380 of fungible HAP funds to be used by December, 2012. Capital improvements of public housing are completed and all direct tenant related services are being provided through December 31, 2012 as per HUD approved plan. At that time, any remaining fungible HAP funds will be returned to the HCV Program.

Residential Housing Development Corporation (RHDC) is a non-profit entity established by resolution of the Housing Authority and is a component unit of the Housing Authority. It presently has three Housing Authority Board members serving as officers. There are no projects at this time.

USING THIS ANNUAL FINANCIAL REPORT

The Housing Authority's annual financial report consists of financial statements that report information about the Housing Authority's most significant enterprise funds, such as the Housing Authority's Public Housing, Capital Fund Program, and Housing Choice Vouchers Program.

An outline of the Annual Financial Report's contents is as follows:

- I. Independent Auditor's Report
- II. Required Supplementary Information
 - A. Management's Discussion & Analysis (MD&A)
- III. Basic Financial Statements
- IV. Notes to the Financial Statements
- V. Supplemental Information
 - A. Financial Data Schedules
 - B. Schedule of Per Diems Paid Board Members
 - C. Statement of Certification of Actual Modernization Costs Completed
- VI. Single Audit Section

Our auditor has provided assurance in their independent auditor's report on pages 1 and 2 that the Basic Financial Statements are fairly stated. A user of this report should read the independent auditor's report carefully to ascertain the level of assurance being provided for each of the other parts in the Annual Financial Report.

**HOUSING AUTHORITY OF JEFFERSON PARISH
MARRERO, LOUISIANA
MANAGEMENT'S DISCUSSION AND ANALYSIS (CONTINUED)
September 30, 2012**

Reporting the Housing Authority's Most Significant Funds

The Housing Authority's financial statements provide detailed information about the most significant funds. Some funds are required to be established by HUD. However, the Housing Authority establishes other funds to help it oversee and demonstrate adequate management of money for particular purposes or to show that it is meeting legal responsibilities for using grants and other monies required by regulatory agencies. All Housing Authority funds are proprietary funds.

Proprietary funds account for activities similar to those found in the private sector, where the determination of net income is necessary or useful to sound financial administration. They are reported using the accrual method of accounting in which all assets and liabilities associated with the operation of these funds are included on the Statement of Net Assets. The focus of proprietary funds is on income measurement, which, together with the maintenance of equity, is an important financial indication. The operating results are presented in the Statement of Revenues, Expenses, and Changes in Fund Net Assets and the changes in cash are reflected in the Statement of Cash Flows.

FINANCIAL ANALYSIS

The Housing Authority's net assets were approximately \$11.2 million at September 30, 2012.

As noted earlier, the Housing Authority uses funds to help oversee and demonstrate adequate management of money for particular purposes. Separate funds are established to account for each program. The following analysis focuses on the net assets and the change in net assets of the Housing Authority as a whole excluding the component unit.

**Table 1
Net Assets
September 30**

	<u>2012</u>	<u>2011</u>
Current assets	\$ 14,702,810	\$ 23,811,380
Capital assets, net	<u>4,313,899</u>	<u>5,408,562</u>
Total assets	<u>19,016,709</u>	<u>29,219,942</u>
Current liabilities	7,663,835	4,065,163
Noncurrent liabilities	<u>140,966</u>	<u>375,335</u>
Total liabilities	<u>7,804,801</u>	<u>4,440,498</u>
Net Assets		
Invested in capital assets, net of related debt	\$ 4,365,499	\$ 5,446,375
Restricted	3,978,204	14,564,076
Unrestricted	<u>2,868,205</u>	<u>4,768,993</u>
Total net assets	<u>\$ 11,211,908</u>	<u>\$ 24,779,444</u>

**HOUSING AUTHORITY OF JEFFERSON PARISH
MARRERO, LOUISIANA
MANAGEMENT'S DISCUSSION AND ANALYSIS (CONTINUED)
September 30, 2012**

Current assets decreased by approximately \$9.1 million or 38% due to the change in HUD's cash management policy. As a result of the new policy, in 2012 HUD required housing authorities to spend down cash balances and HUD will now provide federal funds (cash) only as needed. Capital assets decreased by approximately \$1.1 million or 20% primarily due to depreciation. Total assets decreased by approximately \$10.2 million or 35%. The decrease in total assets is primarily attributed to the change in HUD's cash management policy.

Total Liabilities increased by approximately \$3.4 million or 76% due to payable due to HUD for unused DHAP to HCV funding of approximately \$4.4 million.

The decrease of \$10.6 million or 73% in restricted net assets is attributed to the change in HUD's cash management policy.

The approximately \$1.9 million or 40% decrease in unrestricted net assets is attributed to administration of the HUD approved plan for the Section 901 Program and the reclassification of remaining disaster program funds from unrestricted to restricted for program services.

**HOUSING AUTHORITY OF JEFFERSON PARISH
MARRERO, LOUISIANA
MANAGEMENT'S DISCUSSION AND ANALYSIS (CONTINUED)
September 30, 2012**

**Table 2
Changes in Net Assets
Year Ended September 30**

	<u>2012</u>	<u>2011</u>
Revenues:		
Operating revenues		
Rental and other	\$ 571,564	\$ 552,780
HUD PHA operating grants	30,493,455	36,496,888
Non-Operating revenues		
Interest earnings	13,633	26,535
Gain on sale of capital assets	-	361,607
Federal capital grants	21,710	48,218
Portability income	1,612,096	25,146
Other receipts – non-tenant	<u>172,909</u>	<u>109,352</u>
Total revenues	<u>32,885,367</u>	<u>37,620,526</u>
Expenses:		
Operating expenses		
Administration	4,470,959	4,934,267
Tenant services	215,697	249,807
Utilities	184,661	190,959
Ordinary maintenance and operations	291,178	408,315
Other operating expense	524,091	158,987
General expenses	297,053	295,950
Housing assistance payments	34,455,993	33,969,020
Depreciation	1,125,042	708,224
Total Operating Expenses	<u>41,564,674</u>	<u>40,915,529</u>
Net Operating and Equity Transfers	<u>-</u>	<u>-</u>
Decrease in net assets	<u>\$ (8,679,307)</u>	<u>\$ (3,295,003)</u>

Total revenues decreased by approximately \$4.7 million or 13% and total operating expenses increased by approximately \$649 thousand or 2%. The decrease in revenues is primarily attributed to the change in HUD's cash management policy and the Public Housing Asset Allocation (funds recapture). Portability income increased by approximately \$1.5 million, which is attributed to HUD's change in the accounting for Portability. HUD now requires the PHA receiving the funding (the Housing Authority) receiving housing authority (HAJP) to recognize the revenue and expense, even though these amounts are reimbursed by other PHAs.

**HOUSING AUTHORITY OF JEFFERSON PARISH
MARRERO, LOUISIANA
MANAGEMENT'S DISCUSSION AND ANALYSIS (CONTINUED)
September 30, 2012**

CAPITAL ASSETS

At September 30, 2012, the Housing Authority had approximately \$8 million invested in a broad range of capital assets including land, buildings, and furniture and equipment. This amount represents a net decrease (including additions, deductions and depreciation) of \$1.1 million or 20% from last year and excludes the component unit.

Capital Assets at September 30:

	<u>2012</u>	<u>2011</u>
Land	\$ 1,546,294	\$ 1,546,294
Building Improvements	5,067,931	5,160,061
Infrastructure	1,116,057	1,116,057
Furniture and Equipment	116,522	114,531
Vehicles	<u>15,562</u>	<u>24,504</u>
Subtotals	7,862,366	7,961,447
Less Accumulated Depreciation	<u>(3,548,467)</u>	<u>(2,552,885)</u>
Capital Assets, Net	<u>\$ 4,313,899</u>	<u>\$ 5,408,562</u>

ECONOMIC FACTORS AND NEXT YEAR'S BUDGETS AND RATES

The Housing Authority is primarily dependent upon HUD for the funding of operations; therefore, the Housing Authority is affected more by the federal budget via appropriations rather than by local economic conditions.

<u>Management Program</u>	<u>Frequency of Budgets</u>
PHA Owned Housing	Annual
Capital Fund	Annual
Housing Choice Vouchers Program	Annual
Main Stream 5 Yr.	Annual
Special Allocation – Jefferson Place	Annual

REQUESTS FOR INFORMATION

This financial report is designed to provide a general overview of the Housing Authority's finances. Questions concerning any information provided in this report or requests for additional financial information should be addressed to the Housing Authority of Jefferson Parish, 1718 Betty Street, Marrero, Louisiana 70072.

BASIC FINANCIAL STATEMENTS

HOUSING AUTHORITY OF JEFFERSON PARISH
MARRERO, LOUISIANA
STATEMENT OF NET ASSETS
September 30, 2012

	Business-Type Activities - Enterprise Funds						Component Unit
	Conventional Program	Housing Vouchers	Disaster Voucher Program	Section 901 Funds	Other Enterprise	Total	Residential Housing Development Corporation
ASSETS							
CURRENT ASSETS							
Cash and Cash Equivalents	\$ 1,093,648	\$ 942,132	\$ -	\$ 904,956	\$ 72,663	\$ 3,013,399	\$ 7,228
Restricted Cash	48,375	7,647,056	3,339,110	-	299,288	11,333,829	-
Other Receivables	7,648	215,144	-	-	-	222,792	6,950
Advances to Other Funds	349	-	-	-	36,877	37,226	-
Prepaid Insurance	95,564	-	-	-	-	95,564	-
Total Current Assets	1,245,584	8,804,332	3,339,110	904,956	408,828	14,702,810	14,178
NONCURRENT ASSETS							
Capital Assets (not being depreciated)	1,546,294	-	-	-	-	1,546,294	26,362
Capital Assets (net of accumulated depreciation)	296,530	-	-	2,454,698	16,377	2,767,605	-
Total Capital Assets, Net	1,842,824	-	-	2,454,698	16,377	4,313,899	26,362
Total Noncurrent Assets	1,842,824	-	-	2,454,698	16,377	4,313,899	26,362
Total Assets	3,088,408	8,804,332	3,339,110	3,359,654	425,205	19,016,709	40,540

(Continued)

HOUSING AUTHORITY OF JEFFERSON PARISH
MARRERO, LOUISIANA
STATEMENT OF NET ASSETS (CONTINUED)
September 30, 2012

	Business-Type Activities - Enterprise Funds						Component Unit
	Conventional Program	Housing Vouchers	Disaster Voucher Program	Section 901 Funds	Other Enterprise	Total	Residential Housing Development Corporation
LIABILITIES							
CURRENT LIABILITIES							
Accounts Payable and Accrued Expenses	\$ 82,989	\$ 380,083	\$ 85	\$ -	\$ 64,409	\$ 527,566	\$ -
Advances from Other Funds	36,879	323	-	-	-	37,202	24
Due to HUD	-	4,411,110	-	-	18,345	4,429,455	-
Compensated Absences Payable	10,634	-	-	-	-	10,634	-
Deferred Revenue	-	-	2,637,678	-	-	2,637,678	-
Tenant Deposits Held in Trust	21,300	-	-	-	-	21,300	-
Total Current Liabilities	151,802	4,791,516	2,637,763	-	82,754	7,663,835	24
NONCURRENT LIABILITIES							
Other NonCurrent Liabilities	48,955	92,011	-	-	-	140,966	-
Total NonCurrent Liabilities	48,955	92,011	-	-	-	140,966	-
Total Liabilities	200,757	4,883,527	2,637,763	-	82,754	7,804,801	24
NET ASSETS							
Invested In Capital Assets, Net of Related Debt	1,842,823	-	-	2,454,698	67,978	4,365,499	26,362
Restricted for:							
Program Services	48,377	3,235,946	478,121	-	215,760	3,978,204	-
Unrestricted	996,451	684,859	223,226	904,956	58,713	2,868,205	14,154
Total Net Assets	\$ 2,887,651	\$ 3,920,805	\$ 701,347	\$ 3,359,654	\$ 342,451	\$ 11,211,908	\$ 40,516

The notes to the financial statements are an integral part of this statement.

HOUSING AUTHORITY OF JEFFERSON PARISH
MARRERO, LOUISIANA
STATEMENT OF REVENUES, EXPENSES,
AND CHANGES IN FUND NET ASSETS
For the Year Ended September 30, 2012

	Business-Type Activities - Enterprise Funds						Component Unit
	Conventional Program	Housing Vouchers	Disaster Voucher Program	Section 901 Funds	Other Enterprise	Total	Residential Housing Development Corporation
OPERATING REVENUES							
Dwelling Rental	\$ 564,004	\$ -	\$ -	\$ -	\$ -	\$ 564,004	\$ -
Other Tenant Revenues	7,560	-	-	-	-	7,560	-
HUD PHA Operating Grants	492,760	27,206,240	-	-	2,794,455	30,493,455	-
Total Operating Revenues	1,064,324	27,206,240	-	-	2,794,455	31,065,019	-
OPERATING EXPENSES							
Administration	507,615	2,255,690	8,171	1,020,407	679,076	4,470,959	4,238
Other Operating Expense	-	-	-	-	524,091	524,091	3,359
Tenant Services	107,478	108,219	-	-	-	215,697	-
Utilities	184,661	-	-	-	-	184,661	-
Maintenance	289,370	-	-	-	1,808	291,178	-
General Expense	237,919	59,134	-	-	-	297,053	-
Housing Assistance Payments	-	33,212,769	-	-	1,243,224	34,455,993	-
Depreciation Expense	154,802	-	-	956,301	13,939	1,125,042	-
Total Operating Expenses	1,481,845	35,635,812	8,171	1,976,708	2,462,138	41,564,674	7,597
Income (Loss) From Operations	(417,521)	(8,429,572)	(8,171)	(1,976,708)	332,317	(10,499,655)	(7,597)

(Continued)

**HOUSING AUTHORITY OF JEFFERSON PARISH
MARRERO, LOUISIANA
STATEMENT OF REVENUES, EXPENSES,
AND CHANGES IN FUND NET ASSETS (CONTINUED)
For the Year Ended September 30, 2012**

	Business-Type Activities - Enterprise Funds						Component Unit
	Conventional Program	Housing Vouchers	Disaster Voucher Program	Section 901 Funds	Other Enterprise	Total	Residential Housing Development Corporation
NON OPERATING REVENUES							
Federal Capital Grants	\$ -	\$ -	\$ -	\$ -	\$ 21,710	\$ 21,710	\$ -
Gain on Sale of Capital Assets	-	-	-	-	-	-	-
Other Non Operating Receipts	8,192	164,717	-	-	-	172,909	-
Income Portability	-	1,612,096	-	-	-	1,612,096	-
Interest Income - Restricted	-	8,294	-	-	-	8,294	-
Interest Income	863	404	2,482	855	735	5,339	12
Total Non Operating Revenues	9,055	1,785,511	2,482	855	22,445	1,820,348	12
INCOME BEFORE OTHER REVENUE, EXPENSES, GAINS, LOSSES AND TRANSFERS							
Capital Contributions	-	-	-	-	-	-	-
Change in Net Assets Before Transfers	(408,466)	(6,644,061)	(5,689)	(1,975,853)	354,762	(8,679,307)	(7,585)
Transfers In	98,040	-	-	-	304	98,344	-
Transfers Out	(304)	-	-	-	(98,040)	(98,344)	-
Change in Net Assets	(310,730)	(6,644,061)	(5,689)	(1,975,853)	257,026	(8,679,307)	(7,585)
Net Assets, Beginning of Year	3,068,296	15,047,080	707,036	5,335,507	621,526	24,779,445	48,101
Residual Equity Transfer	130,085	(4,482,214)	-	-	(536,101)	(4,888,230)	-
Net Assets, End of Year	\$ 2,887,651	\$ 3,920,805	\$ 701,347	\$ 3,359,654	\$ 342,451	\$ 11,211,908	\$ 40,516

The notes to the financial statements are an integral part of this statement.

HOUSING AUTHORITY OF JEFFERSON PARISH
MARRERO, LOUISIANA
STATEMENT OF CASH FLOWS
For the Year Ended September 30, 2012

	Business-Type Activities - Enterprise Funds						Component Unit
	Conventional Program	Housing Vouchers	Disaster Voucher Program	Section 901 Funds	Other Enterprise	Total	Residential Housing Development Corporation
CASH FLOWS FROM OPERATING ACTIVITIES:							
Rental Receipts	\$ 564,004	\$ -	\$ -	\$ -	\$ -	\$ 564,004	\$ -
Other Receipts	7,560	-	-	-	-	7,560	-
Payments to Vendors and Others	(1,284,352)	2,148,706	(8,087)	(1,081,656)	(1,237,890)	(1,463,279)	(5,279)
Payments to Employees	(14,411)	(29,658)	-	-	-	(44,069)	(2,963)
Housing Assistance Payments	-	(33,212,769)	-	-	(1,243,224)	(34,455,993)	-
Net Cash Used in Operating Activities	(727,199)	(31,093,721)	(8,087)	(1,081,656)	(2,481,114)	(35,391,777)	(8,242)
CASH FLOWS FROM NON-CAPITAL FINANCING ACTIVITIES:							
Federal Grant Income	492,760	27,206,240	-	-	2,816,165	30,515,165	-
Operating Transfers	227,821	-	-	-	(154,671)	73,150	-
Non Operating Revenues (Expenses)	13,858	(2,972,930)	31	-	(1,407,061)	(4,366,102)	-
Net Cash Provided by Non-Capital Financing Activities	734,439	24,233,310	31	-	1,254,433	26,222,213	-
CASH FLOWS FROM CAPITAL AND RELATED FINANCING ACTIVITIES:							
Disposal (Purchase) of Capital Assets	(51,664)	-	-	-	35,224	(16,440)	-
Amortization of Contributed Capital							
Net Cash (Used In) Provided by Capital and Related Financing Activities	(51,664)	-	-	-	35,224	(16,440)	-
CASH FLOWS FROM INVESTING ACTIVITIES:							
Interest and Investment Income	863	8,698	2,482	855	735	13,633	12
Net Cash Provided by Investing Activities	863	8,698	2,482	855	735	13,633	12
DECREASE IN CASH AND CASH EQUIVALENTS	(43,561)	(6,851,713)	(5,574)	(1,080,801)	(1,190,722)	(9,172,371)	(8,230)
CASH AND CASH EQUIVALENTS - BEGINNING OF YEAR	1,185,584	15,440,901	3,344,684	1,985,757	1,562,673	23,519,599	15,458
CASH AND CASH EQUIVALENTS - END OF YEAR	\$ 1,142,023	\$ 8,589,188	\$ 3,339,110	\$ 904,956	\$ 371,951	\$ 14,347,228	\$ 7,228

(Continued)

HOUSING AUTHORITY OF JEFFERSON PARISH
MARRERO, LOUISIANA
STATEMENT OF CASH FLOWS (CONTINUED)
For the Year Ended September 30, 2012

	Business-Type Activities - Enterprise Funds						Component Unit
	Conventional Program	Housing Vouchers	Disaster Voucher Program	Section 901 Funds	Other Enterprise	Total	Residential Housing Development Corporation
Reconciliation of Operating Loss to Net Cash Used in Operating Activities:							
Operating Loss	\$ (910,281)	\$ (35,635,812)	\$ (8,171)	\$ (1,976,707)	\$ (2,462,168)	\$ (40,993,139)	\$ (7,597)
Adjustments to Reconcile Operating Loss to Net Cash Used In Operating Activities:							
Depreciation	154,802	-	-	956,301	13,939	1,125,042	-
Change in Assets and Liabilities:							
Increase in Other Receivables	-	-	-	-	(36,877)	(36,877)	-
Other Items-net	42,691	4,542,091	84	(61,250)	3,992	4,527,608	(645)
Decrease in Compensated Absences	(14,411)	-	-	-	-	(14,411)	-
Net Cash Used In Operating Activities	<u>\$ (727,199)</u>	<u>\$ (31,093,721)</u>	<u>\$ (8,087)</u>	<u>\$ (1,081,656)</u>	<u>\$ (2,481,114)</u>	<u>\$ (35,391,777)</u>	<u>\$ (8,242)</u>
Classified as:							
Cash and Cash Equivalents	\$ 1,093,648	\$ 942,132	\$ -	\$ 904,956	\$ 72,663	\$ 3,013,399	\$ 7,228
Restricted Cash	48,375	7,647,056	3,339,110	-	299,288	11,333,829	-
Totals	<u>\$ 1,142,023</u>	<u>\$ 8,589,188</u>	<u>\$ 3,339,110</u>	<u>\$ 904,956</u>	<u>\$ 371,951</u>	<u>\$ 14,347,228</u>	<u>\$ 7,228</u>

The notes to the financial statements are an integral part of this statement.

HOUSING AUTHORITY OF JEFFERSON PARISH
MARRERO, LOUISIANA
NOTES TO THE FINANCIAL STATEMENTS
September 30, 2012

NOTE A - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

The accounting and reporting policies of the Housing Authority of Jefferson Parish conform to generally accepted accounting principles (GAAP). The Governmental Accounting Standards Board (GASB) is the accepted standard-setting body for established governmental accounting and financial principles. The following is a summary of significant policies:

1. REPORTING ENTITY

The Housing Authority of Jefferson Parish was established on April 16, 1953 pursuant to a resolution of the Police Jury of Jefferson Parish and is chartered as a political subdivision under the laws of the State of Louisiana (LSA-R.S. 40:391). The Housing Authority of Jefferson Parish (The "Housing Authority") was created to administer funds, through the issuance of bonds and U.S. Department of Housing and Urban Development (HUD) annual contribution contracts to promote decent, safe and sanitary housing for lower-income families that cannot afford standard private housing.

The Housing Authority has a nine-member appointed Board of Commissioners and is headed by an Executive Director. It has the power to designate management, the ability to significantly influence operations, and primary accountability for fiscal matters. This report includes all funds of the Housing Authority.

As of September 30, 2012, the Housing Authority had the following number of units under its programs:

<u>Management Program</u>	<u>Grant ID No.</u>	<u>Number of Units</u>
PHA Owned Housing	FW-1331	200
Capital Fund		N/A
Section 8 Programs	FW-2054	
Housing Choice Vouchers		4,730
Mainstream 5 Year		100
Special Allocations - Jefferson Place Apartments		77

**HOUSING AUTHORITY OF JEFFERSON PARISH
MARRERO, LOUISIANA
NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)
September 30, 2012**

NOTE A - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

1. REPORTING ENTITY (CONTINUED)

Under the provisions of GASB Statement No. 14 the Housing Authority is considered a primary government. The Housing Authority has a component unit, Residential Housing Development Corporation ("RHDC"), which is reported as a discretely presented component unit.

In determining how to define the reporting entity, management has considered all potential component units. The determination to include a component unit in the reporting entity was made by applying the criteria set forth in Section 2100 and 2600 of the Codification of Government Accounting and Financial Reporting Standards and GASB Statement No. 14. These criteria include manifestation of oversight responsibility, including financial accountability, appointment of a voting majority, imposition of will, financial benefit to or burden on a primary organization, financial accountability as a result of fiscal dependency, potential dual inclusion, and organizations included in the reporting entity although the primary organization is not financially accountable.

RHDC is included in the reporting entity because the Housing Authority appoints the voting majority of its governing Board of Commissioners. The purpose of RHDC is to acquire, develop, and foster the improvement of dwelling units for the benefit of certain qualified recipients.

Any evidences of indebtedness are solely the obligations of the Housing Authority and are not obligations of the Parish of Jefferson or the State of Louisiana.

2. MEASUREMENT FOCUS AND BASIS OF ACCOUNTING

The accounts of the Housing Authority are organized and operated on the basis of funds. A fund is an independent fiscal and accounting entity with a self-balancing set of accounts. Fund accounting segregates funds according to their intended purpose and is used to aid management in demonstrating compliance with finance related legal and contractual provisions. The minimum number of funds is maintained consistent with legal and managerial requirements.

All funds of the Housing Authority are classified as proprietary enterprise funds and use the accrual basis of accounting. The accrual basis of accounting recognizes revenues when earned and expenses when incurred. The funds use the economic resources measurement focus. The accounting objectives are determination of change in net assets, net assets and cash flows. All assets and liabilities associated with a proprietary fund's activities are included on its Statement of Net Assets.

**HOUSING AUTHORITY OF JEFFERSON PARISH
MARRERO, LOUISIANA
NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)
September 30, 2012**

NOTE A - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

2. MEASUREMENT FOCUS AND BASIS OF ACCOUNTING (CONTINUED)

The Housing Authority applies all GASB pronouncements as well as the Financial Accounting Standards Board pronouncements issued on or before November 30, 1989, unless those pronouncements conflict with or contradict GASB pronouncements.

3. BUDGETS

The Housing Authority adopts budgets for the Conventional, Capital Fund and Section 8 Main Stream 5 Year programs. The Board of Commissioners approves the Conventional and Capital Fund budgets. HUD approves the Capital Fund and Section 8 Main Stream 5 Year program budgets.

4. CASH AND CASH EQUIVALENTS

Cash includes amounts in demand deposits and interest bearing demand deposits. Cash equivalents include short-term investments with maturities of 90 days or less. In accordance with Louisiana Statutes, the Housing Authority of Jefferson Parish maintains deposits at those depository banks authorized by the Housing Authority of Jefferson Parish.

All such depositories are members of the Federal Reserve System.

5. INVESTMENTS

Investments are limited by R.S. 33:2955 and the Housing Authority's investment policy. If the original maturities of investments exceed 90 days, they are classified as investments for financial reporting purposes. If the original maturities are 90 days or less, they are classified as cash equivalents.

6. SHORT-TERM INTERFUND RECEIVABLES AND PAYABLES

Transactions between individual funds occur during the course of operations. The receivables and payables resulting from these transactions are classified as "advances to other funds" and "advances from other funds" on the Statement of Net Assets.

7. PREPAID ITEMS

Certain payments to vendors reflect costs applicable to future accounting periods and are recorded as prepaid items on the Housing Authority's Statement of Net Assets.

**HOUSING AUTHORITY OF JEFFERSON PARISH
MARRERO, LOUISIANA
NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)
September 30, 2012**

NOTE A - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

8. CAPITAL ASSETS AND DEPRECIATION

Capital assets are recorded at historical cost and are depreciated over their estimated useful lives. Capital assets include all items costing over \$500. Estimated useful lives reflect management's estimates of how long the asset is expected to meet service demands. Depreciation expense is recorded using the straight-line method. When assets are disposed, the cost and applicable accumulated depreciation are removed from the respective accounts, and the resulting gain or loss is recorded in operations. Estimated useful lives, in years, for depreciable assets are as follows:

Buildings and Improvements	40
Automotive Equipment	5
Furniture, Fixtures, and Other Equipment	3-7

9. ACCOUNTS RECEIVABLE FROM TENANTS

Accounts receivable from tenants are stated at net realizable value as required by generally accepted accounting principles. An allowance for doubtful accounts is used in the valuation of accounts receivable from tenants. As of September 30, 2012, the amount of \$3,357 was recorded as the allowance for doubtful accounts from tenants.

10. COMPENSATED ABSENCES

The Housing Authority follows Louisiana Civil Service regulations for accumulated annual and sick leave. Employees may accumulate up to 300 hours of annual leave, which may be received upon termination or retirement. Sick leave hours accumulate, but the classified employee is not paid for them if not used by his retirement or termination date.

11. DEFERRED REVENUE

The Housing Authority classifies as deferred revenues certain revenues under temporary programs that require a refund of any grants that are not expended during the period of the grant.

12. NET ASSETS

Restrictions, when appropriate, represent those portions of net assets that are not appropriate for expenses and are legally segregated for a specific future use. There were restrictions of net assets in the amount of \$3,978,204 as of September 30, 2012 for various purposes.

**HOUSING AUTHORITY OF JEFFERSON PARISH
MARRERO, LOUISIANA
NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)
September 30, 2012**

NOTE A - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

13. USE OF ESTIMATES

The preparation of financial statements in conformity with generally accepted accounting principles requires management to make estimates and assumptions that affect the reported amounts of assets and liabilities and disclosure of contingent assets and liabilities at the date of the financial statements and the reported amounts of revenues and expenses during the reporting period. Actual results could differ from those estimates.

14. SUBSEQUENT EVENTS

Subsequent events have been evaluated through March 19, 2013, the date the financial statements were available to be issued.

B - CASH AND CASH EQUIVALENTS

The Housing Authority maintains deposit accounts in a national bank. At September 30, 2012 the carrying amount of the Housing Authority's bank deposits was \$14,347,228 and the bank balance was \$14,501,334. The difference was primarily due to outstanding checks. Of the bank balance, \$250,000 was covered by federal depository insurance. In compliance with State laws, the remaining balance of \$14,060,352 was secured by bank owned securities specifically pledged to the Housing Authority and held by an independent custodian bank jointly in the name of the Housing Authority and the depository bank. Louisiana Revised Statute 39:1229 imposes a statutory requirement on the custodian bank to advertise and sell the pledged securities within 10 days of being notified by the Housing Authority that the fiscal agent has failed to pay deposited funds upon demand.

State statutes authorize the Housing Authority to invest in the following types of securities:

1. Fully-collateralized certificates of deposit issued by commercial banks and savings and loan associations located within the State of Louisiana.
2. Direct obligations of the U.S. Government, including such instruments as treasury bills, treasury notes and treasury bonds.
3. Obligations of U.S. Government agencies that are deliverable on the Federal Reserve System.
4. Repurchase agreements in government securities in (2) and (3) above made with the primary dealers that report to and are regulated by the Federal Reserve Bank of New York.

The Housing Authority's short-term investments are stated at cost, which approximates market and have been classified as cash equivalents in accordance with the Housing Authority's policy discussed in Note A. There were no short-term investments as of September 30, 2012.

**HOUSING AUTHORITY OF JEFFERSON PARISH
MARRERO, LOUISIANA
NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)
September 30, 2012**

B - CASH AND CASH EQUIVALENTS (CONTINUED)

The Housing Authority maintains restricted cash for the Family Self-Sufficiency Program, the Housing Choice Voucher Program and certain other programs. At September 30, 2012 restricted cash for the above and other purposes totaled \$11,333,829. The Housing Choice Voucher Program's restricted cash for excess HAP makes up approximately 67% of total restricted cash.

NOTE C - CAPITAL ASSETS

Details of the Housing Authority's capital asset balances and the current year's activity are as follows:

	Balance Oct. 1, 2011	Transfers/ Additions	Transfers/ Deletions	Balance Sept. 30, 2012
Land	\$ 1,546,294	\$ -	\$ -	\$ 1,546,294
Building Improvements	5,160,061	4,914	(97,044)	5,067,931
Furniture and Equipment	114,531	25,464	(23,473)	116,522
Infrastructure	1,116,057	-	-	1,116,057
Vehicles	24,504	-	(8,942)	15,562
	<u>7,961,447</u>	<u>30,378</u>	<u>(129,459)</u>	<u>7,862,366</u>
Less Accumulated Depreciation	<u>(2,552,885)</u>	<u>(1,125,041)</u>	<u>129,459</u>	<u>(3,548,467)</u>
Capital Assets, Net	<u>\$ 5,408,562</u>	<u>\$ (1,094,663)</u>	<u>\$ -</u>	<u>\$ 4,313,899</u>

Depreciation expense was \$1,125,042 for the year ended September 30, 2012.

NOTE D - RETIREMENT PLAN

The Housing Authority has adopted "Parochial Employees' Retirement System of Louisiana Plan A", a public defined benefit pension plan conforming with Chapter 5 Title 11 of the Louisiana Revised Statutes of 1950 (R.S. 11:1901) operated by the Parochial Employees' Retirement System Board of Trustees. Act 584 of 2006 implemented a new plan of benefits for employees hired January 1, 2007 and thereafter.

- a. All regular full-time employees are eligible to participate in the Plan, who works at least twenty eight (28) hours a week at the Housing Authority.
- b. Employee contributions are nine and half percent (9.5%) of basic employee compensation. Such contributions and all increments and decrements attributable thereto are non-forfeitable and repayable upon termination of employment.

**HOUSING AUTHORITY OF JEFFERSON PARISH
MARRERO, LOUISIANA
NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)
September 30, 2012**

NOTE D - RETIREMENT PLAN (CONTINUED)

- c. Employer contributions are fifteen and three-fourths percent (15.75%). Participating employees are fully vested when seven years of creditable service are earned and attain age sixty seven (67).
- d. The Plan issues an annual financial report to all participating employers. The financial report can be obtained by writing to: The Parochial Employees' Retirement System, P.O. Box 14619, Baton Rouge, LA 70898-4619.

The Housing Authority's covered employees' and employer's contributions to this plan totaled \$33,533 and \$52,278, respectively, for the year ended September 30, 2012.

NOTE E - COMPENSATED ABSENCES

As of September 30, 2012, employees of the Housing Authority had accumulated \$36,823 of employee leave benefits, of which \$10,634 is payable within one year. These amounts are recorded in the funds from which payment will be made.

NOTE F - PAYMENT IN LIEU OF PROPERTY TAXES

In accordance with a cooperative agreement with the Parish of Jefferson, the Housing Authority is not required to pay property taxes. Instead, the Housing Authority is required to make payments in lieu of property taxes if and when funds may become available. No payments in lieu of property taxes were required or have been made for the year ended September 30, 2012.

NOTE G - BOARD OF COMMISSIONERS' PER DIEM

The members of the Board of Commissioners of the Housing Authority receive per diem for serving on the Board as follows: The Chairman receives \$300 per month, the Vice-Chairman receives \$225 per month and all other Commissioners receive \$150 per month. The Commissioners also receive per diem for special meetings. The per diem payments are paid from Non Federal Funds, Pre-2004 Unrestricted Net Assets. The Board voted to discontinue per diems effective August 1, 2012. The last per diem was paid in July of 2012.

NOTE H - COMMITMENTS AND CONTINGENCIES

The Housing Authority has entered into an administrative contract with the Louisiana Housing Development Corporation (LHDC). LHDC furnishes all materials and services to develop and implement a plan to carry out the ongoing programs under its various HUD Section 8 programs and certain aspects of the Housing Authority owned housing program.

The administrative contract expires on September 30, 2018. However, if HUD elects to discontinue the programs, the Housing Authority has the right to terminate the contract.

HOUSING AUTHORITY OF JEFFERSON PARISH
MARRERO, LOUISIANA
NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)
September 30, 2012

NOTE H - COMMITMENTS AND CONTINGENCIES (CONTINUED)

As compensation for the administrative services rendered, the Housing Authority will pay LHDC ninety percent (90%) for the months June 1, 2006 through September 30, 2013 of the administration income from the Housing Choice Voucher program allocated to the Housing Authority as agreed upon in the HUD approved budget as well as 100% of FSS coordinator fees and hard to house fees. This contract was extended through September 30, 2018. LHDC will receive 100% of fees and costs for direct services as per HUD approved plan for Section 901 program as well as 100% of the HUD award from the Disaster programs. Compensation paid under the administrative contract for the year ended September 30, 2012 is as follows:

Section 8 Housing Choice Voucher Program	\$ 2,119,321
FSS Programs	154,112
Section 901 Program	504,083
Disaster Programs	<u>584,214</u>
 Total	 <u>\$ 3,361,730</u>

On July 30, 2012, the Office of the Inspector General of HUD ("OIG") issued an audit report claiming that the Housing Authority violated certain Federal regulations. The report detailed instances of compliance violations and recommended that the Housing Authority support or repay to HUD approximately \$650,000 in questioned and/or ineligible costs. The Housing Authority provided their response to the OIG report on February 1, 2013, supporting the questioned costs and addressing each violation. Management of the Housing Authority, their outside consultant, and their legal counsel are of the opinion that these audit findings will ultimately be resolved with no significant liability to the Housing Authority. No liability has been recorded on the Housing Authority's September 30, 2012 financial statements as a result of this matter.

NOTE I - INTERFUND RECEIVABLES/PAYABLES

The following is a summary of interfund receivables and payables included in the Housing Authority's combined Statement of Net Assets under the captions "Advances to Other Funds" and "Advances from Other Funds" as of September 30, 2012:

**HOUSING AUTHORITY OF JEFFERSON PARISH
MARRERO, LOUISIANA
NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)
September 30, 2012**

NOTE I - INTERFUND RECEIVABLES/PAYABLES (CONTINUED)

	Advances To	Advances From
Conventional Program	\$ 347	\$ 36,879
Section 8 Housing Choice Voucher Program	-	323
Residential Housing Development Corporation	-	24
Section 901 Funds	-	-
Other Funds	36,879	-
	<u>36,879</u>	<u>-</u>
Total	<u>\$ 37,226</u>	<u>\$ 37,226</u>

NOTE J - RISK MANAGEMENT

The Housing Authority is exposed to various risks of loss related to torts; theft of, damage to and destruction of assets; errors and omissions; and natural disasters. The Housing Authority maintains commercial insurance to mitigate these risks.

NOTE K - COMPONENT UNIT DISCLOSURES

During the year ending September 30, 2012, the Housing Authority obtained additional subsidies for the purpose of developing tracts of land to benefit certain qualified recipients. As these funds are used for its intended purpose, revenue will be recognized in that period.

Cash and Cash Equivalents

The Residential Housing Development Corporation (RHDC) maintains deposit accounts in a national bank. At September 30, 2012 the carrying amount and bank balance of RHDC's bank deposits was \$7,228. The bank balance of \$7,313 was covered by federal depository insurance which is limited to a maximum of \$250,000.

Capital Assets

Details of RHDC's capital assets balances and current year activity are as follows:

	Balance Oct. 1, 2011	Transfers/ Additions	Balance Sept. 30, 2012
Land	\$ 26,362	\$ -	\$ 26,362
Construction in Progress	<u>-</u>	<u>-</u>	<u>-</u>
Total	<u>\$ 26,362</u>	<u>\$ -</u>	<u>\$ 26,362</u>

HOUSING AUTHORITY OF JEFFERSON PARISH
MARRERO, LOUISIANA
NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)
September 30, 2012

NOTE L - CONCENTRATIONS

For the year ended September 30, 2012, the Housing Authority received approximately 98% of its total revenue from federal sources (U.S. Department of Housing and Urban Development).

SUPPLEMENTAL INFORMATION

HOUSING AUTHORITY OF JEFFERSON PARISH
MARRERO, LOUISIANA
HUD FINANCIAL DATA SCHEDULE - STATEMENT OF NET ASSETS DATA BY FUND
For the Year Ended September 30, 2012

Major Programs											Component Unit	
Line Item #	Account Description	Housing Vouchers	Disaster Voucher Program	Section 901 Funds	IKE DHAP	Resident Opportunity and Support Services	Mainstream 5 Year	Jefferson Place	KATRINA DHAP	LA Disaster Recovery CDBG	RHDC	Total
ASSETS:												
CURRENT ASSETS:												
Cash:												
111	Cash - unrestricted	\$ 942,132	\$ -	\$ 904,956	\$ -	\$ -	\$ 40,816	\$ 23,027	\$ -	\$ 8,820	\$ 7,228	\$ 1,926,979
112	Cash - restricted - modernization and development	-	-	-	-	-	-	-	-	-	-	-
113	Cash - other restricted	7,647,056	3,339,110	-	65,098	-	18,345	-	215,845	-	-	11,285,454
114	Cash - tenant security deposits	-	-	-	-	-	-	-	-	-	-	-
115	Cash - restricted for payment of current liability	-	-	-	-	-	-	-	-	-	-	-
100	Total Cash	8,589,188	3,339,110	904,956	65,098	-	59,161	23,027	215,845	8,820	7,228	13,212,433
Accounts and notes receivables:												
121	Accounts receivable - PHA projects	215,144	-	-	-	-	-	-	-	-	-	215,144
122	Accounts receivable - HUD	-	-	-	-	7,648	-	-	-	-	-	7,648
124	Account receivable - other government	-	-	-	-	-	-	-	-	-	-	-
125	Accounts receivable - miscellaneous	-	-	-	-	-	-	-	-	-	6,950	6,950
126	Accounts receivable - dwelling rents	-	-	-	-	-	-	-	-	-	-	-
126.1	Allowance for doubtful accounts - dwelling rents	-	-	-	-	-	-	-	-	-	-	-
126.2	Allowance for doubtful accounts - other	-	-	-	-	-	-	-	-	-	-	-
127	Notes and mortgages receivable - current	-	-	-	-	-	-	-	-	-	-	-
128	Fraud recovery	-	-	-	-	-	-	-	-	-	-	-
128.1	Allowance for doubtful accounts - fraud	-	-	-	-	-	-	-	-	-	-	-
129	Accrued interest receivable	-	-	-	-	-	-	-	-	-	-	-
120	Total receivables, net of allowance for doubtful accounts	215,144	-	-	-	7,648	-	-	-	-	6,950	229,742

(Continued)

HOUSING AUTHORITY OF JEFFERSON PARISH
MARRERO, LOUISIANA
HUD FINANCIAL DATA SCHEDULE - STATEMENT OF NET ASSETS DATA BY FUND (CONTINUED)
For the Year Ended September 30, 2012

Line Item #	Account Description	Major Programs									Component Unit	Total
		Housing Vouchers	Disaster Voucher Program	Section 901 Funds	IKE DHAP	Resident Opportunity and Support Services	Mainstream 5 Year	Jefferson Place	KATRINA DHAP	LA Disaster Recovery CDBG	RHDC	
	Current investments											
131	Investments - unrestricted	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
132	Investments - restricted	-	-	-	-	-	-	-	-	-	-	-
135	Investments - Restricted for payment of current liability	-	-	-	-	-	-	-	-	-	-	-
142	Prepaid expenses and other assets	-	-	-	-	-	-	-	-	-	-	-
143	Inventories	-	-	-	-	-	-	-	-	-	-	-
143.1	Allowance for obsolete inventories	-	-	-	-	-	-	-	-	-	-	-
144	Interprogram - due from	-	-	-	-	-	-	-	-	-	-	-
145	Assets held for sale	-	-	-	-	-	-	-	-	-	-	-
150	TOTAL CURRENT ASSETS	8,804,332	3,339,110	904,956	65,098	7,648	59,161	23,027	215,845	8,820	14,178	13,442,175
	NONCURRENT ASSETS											
	Fixed Assets											
161	Land	-	-	-	-	-	-	-	-	-	26,362	26,362
162	Buildings	-	-	-	-	-	-	-	-	-	-	-
163	Furniture, equipment & machinery - dwellings	-	-	-	-	-	-	-	-	-	-	-
164	Furniture, equipment & machinery - administration	-	-	-	-	-	-	-	-	-	-	-
165	Leasehold improvements	-	-	4,080,915	-	-	-	-	-	-	-	4,080,915
166	Accumulated depreciation	-	-	(2,742,274)	-	-	-	-	-	-	-	(2,742,274)
167	Construction In Progress	-	-	-	-	-	-	-	-	-	-	-
168	Infrastructure	-	-	1,116,057	-	-	-	-	-	-	-	1,116,057
160	Total fixed assets, net of accumulated depreciation	-	-	2,454,698	-	-	-	-	-	-	26,362	2,481,060

(Continued)

HOUSING AUTHORITY OF JEFFERSON PARISH
MARRERO, LOUISIANA
HUD FINANCIAL DATA SCHEDULE - STATEMENT OF NET ASSETS DATA BY FUND (CONTINUED)
For the Year Ended September 30, 2012

		Major Programs										Component Unit
Line Item #	Account Description	Housing Vouchers	Disaster Voucher Program	Section 901 Funds	IKE DHAP	Resident Opportunity and Support Services	Mainstream 5 Year	Jefferson Place	KATRINA DHAP	LA Disaster Recovery CDBG	RHDC	Total
171	Notes and mortgages receivable - non-current	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
172	Notes and mortgages receivable - past due	-	-	-	-	-	-	-	-	-	-	-
174	Other Assets	-	-	-	-	-	-	-	-	-	-	-
175	Undistributed debits	-	-	-	-	-	-	-	-	-	-	-
176	Investment in joint ventures	-	-	-	-	-	-	-	-	-	-	-
180	TOTAL NONCURRENT ASSETS	-	-	2,454,698	-	-	-	-	-	-	26,362	2,481,060
190	TOTAL ASSETS	\$ 8,804,332	\$ 3,339,110	\$ 3,359,654	\$ 65,098	\$ 7,648	\$ 59,161	\$ 23,027	\$ 215,845	\$ 8,820	\$ 40,540	\$ 15,923,235
LIABILITIES AND EQUITY:												
LIABILITIES:												
CURRENT LIABILITIES:												
311	Bank overdraft	\$ -	\$ -	\$ -	\$ -	\$ 3,821	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 3,821
312	Accounts payable < 90 days	206,821	85	-	18,599	3,824	8,612	100	85	-	-	238,126
313	Accounts payable > 90 days past due	-	-	-	-	-	-	-	-	-	-	-
321	Accrued wage/payroll taxes payable	-	-	-	-	-	-	-	-	-	-	-
322	Accrued compensated absences - current portion	-	-	-	-	-	-	-	-	-	-	-
324	Accrued contingency liability	-	-	-	-	-	-	-	-	-	-	-
325	Accrued interest payable	-	-	-	-	-	-	-	-	-	-	-
331	Accounts payable - HUD PHA programs	4,411,110	-	-	50	-	18,345	-	-	-	-	4,429,505
332	Accounts payable - PHA projects	-	-	-	-	-	-	-	-	-	-	-
341	Tenant security deposits	-	-	-	-	-	-	-	-	-	-	-
342	Deferred revenues	-	2,637,678	-	-	-	-	-	-	-	-	2,637,678
343	Current portion of Long-Term debt - capital projects	-	-	-	-	-	-	-	-	-	-	-

(Continued)

HOUSING AUTHORITY OF JEFFERSON PARISH
MARRERO, LOUISIANA
HUD FINANCIAL DATA SCHEDULE - STATEMENT OF NET ASSETS DATA BY FUND (CONTINUED)
For the Year Ended September 30, 2012

Line Item #	Account Description	Major Programs									Component Unit	Total
		Housing Vouchers	Disaster Voucher Program	Section 901 Funds	IKE DHAP	Resident Opportunity and Support Services	Mainstream 5 Year	Jefferson Place	KATRINA DHAP	LA Disaster Recovery CDBG	RHDC	
344	Current portion of Long-Term debt - operating borrowings	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
345	Other current liabilities	173,262	-	-	-	-	-	-	-	-	-	173,262
346	Accrued liabilities - other	-	-	-	-	-	-	-	-	-	-	-
347	Inter-program - due to	323	-	-	-	-	-	-	-	-	24	347
310	TOTAL CURRENT LIABILITIES	4,791,516	2,637,763	-	18,649	7,645	26,957	100	85	-	24	7,482,739
	NONCURRENT LIABILITIES											
351	Long-term debt, net of current - capital projects	-	-	-	-	-	-	-	-	-	-	-
352	Long-term debt, net of current - operating borrowings	-	-	-	-	-	-	-	-	-	-	-
353	Noncurrent liabilities - other	92,011	-	-	-	-	-	-	-	-	-	92,011
354	Accrued compensated absences - non current	-	-	-	-	-	-	-	-	-	-	-
350	TOTAL NONCURRENT LIABILITIES	92,011	-	-	-	-	-	-	-	-	-	92,011
300	TOTAL LIABILITIES	4,883,527	2,637,763	-	18,649	7,645	26,957	100	85	-	24	7,574,750
	EQUITY:											
	Contributed Capital:											
508.1	Invested in capital assets, net of related debt	-	-	2,454,698	-	-	-	-	-	-	26,362	2,481,060
	Total contributed capital	-	-	2,454,698	-	-	-	-	-	-	26,362	2,481,060

(Continued)

HOUSING AUTHORITY OF JEFFERSON PARISH
MARRERO, LOUISIANA
HUD FINANCIAL DATA SCHEDULE - STATEMENT OF NET ASSETS DATA BY FUND (CONTINUED)
For the Year Ended September 30, 2012

Major Programs												Component Unit
Line Item #	Account Description	Housing Vouchers	Disaster Voucher Program	Section 901 Funds	IKE DHAP	Resident Opportunity and Support Services	Mainstream 5 Year	Jefferson Place	KATRINA DHAP	LA Disaster Recovery CDBG	RHDC	Total
Reserved fund balance:												
511.1	Restricted net assets	\$ 3,235,946	\$ 478,121	\$ -	\$ 46,449	\$ -	\$ -	\$ -	\$ 215,760	\$ -	\$ -	\$ 3,976,276
512.1	Unrestricted net assets	684,859	223,226	904,956	-	3	32,204	22,927	-	8,820	14,154	1,891,149
513	TOTAL EQUITY	3,920,805	701,347	3,359,654	46,449	3	32,204	22,927	215,760	8,820	40,516	8,348,485
600	TOTAL LIABILITIES AND EQUITY	\$ 8,804,332	\$ 3,339,110	\$ 3,359,654	\$ 65,098	\$ 7,648	\$ 59,161	\$ 23,027	\$ 215,845	\$ 8,820	\$ 40,540	\$ 15,923,235

**HOUSING AUTHORITY OF JEFFERSON PARISH
MARRERO, LOUISIANA
HUD FINANCIAL DATA SCHEDULE - REVENUES
AND EXPENSES DATA BY FUND
For the Year Ended September 30, 2012**

Line Item #	Account Description	Major Programs									Component Unit	
		Housing Vouchers	Disaster Voucher Program	Section 901 Funds	DHAP IKE	KATRINA DHAP	Resident Opportunity and Support Services	Mainstream 5 Year	Jefferson Place	LA Disaster Recovery CDBG	RHDC	Total
	REVENUE:											
703	Net tenant rental revenue	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
704	Tenant revenue - other	-	-	-	-	-	-	-	-	-	-	-
705	Total tenant revenue	-	-	-	-	-	-	-	-	-	-	-
706	HUD PHA grants	27,206,240	-	-	1,007,384	262,893	45,893	879,697	-	-	-	29,402,107
706.1	Capital revenues	-	-	-	-	-	-	-	-	-	-	-
708	Other government grants	-	-	-	-	-	-	-	-	277,353	-	277,353
711	Investment income - unrestricted	404	2,482	855	251	425	-	-	18	33	12	4,480
712	Mortgage interest income	-	-	-	-	-	-	-	-	-	-	-
713	Proceeds from disposition of assets held for sale	-	-	-	-	-	-	-	-	-	-	-
714	Fraud recovery	104,682	-	-	-	-	-	-	-	-	-	104,682
715	Other revenue	1,672,131	-	-	-	-	-	-	-	-	-	1,672,131
716	Gain or loss on the sale of fixed assets	-	-	-	-	-	-	-	-	-	-	-
720	Investment income - restricted	8,294	-	-	-	-	-	8	-	-	-	8,302
700	TOTAL REVENUE	28,991,751	2,482	855	1,007,635	263,318	45,893	879,705	18	277,386	12	31,469,055

(Continued)

**HOUSING AUTHORITY OF JEFFERSON PARISH
MARRERO, LOUISIANA
HUD FINANCIAL DATA SCHEDULE - REVENUES
AND EXPENSES DATA BY FUND (CONTINUED)
For the Year Ended September 30, 2012**

Line Item #	Account Description	Major Programs								Component Unit		Total
		Housing Vouchers	Disaster Voucher Program	Section 901 Funds	DHAP IKE	KATRINA DHAP	Resident Opportunity and Support Services	Mainstream 5 Year	Jefferson Place	LA Disaster Recovery CDBG	RHDC	
	EXPENSES:											
	Administrative											
911	Administrative salaries	\$ 29,658	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 2,963	\$ 32,621
912	Auditing fees	14,456	6,917	-	928	-	-	306	-	-	1,275	23,882
913	Outside management fees	-	-	-	-	-	-	-	-	-	-	-
914	Compensated absences	-	-	-	-	-	-	-	-	-	-	-
915	Employee benefit contributions - administrative	-	-	-	-	-	-	-	-	-	-	-
916	Office Expenses	156,371	1,254	-	2,337	1,211	-	3,000	1,547	5,061	1,359	172,140
917	Legal Expenses	-	-	-	-	-	-	-	-	-	2,000	2,000
919	Other	2,055,205	-	1,020,407	584,214	-	-	70,416	-	266,506	0	3,996,748
	Tenant Services											
921	Tenant services - salaries	-	-	-	-	-	-	-	-	-	-	-
922	Relocation costs	-	-	-	-	-	-	-	-	-	-	-
923	Employee benefits contributions - tenant services	-	-	-	-	-	-	-	-	-	-	-
924	Tenant services - other	108,219	-	-	-	-	45,893	-	-	-	-	154,112
	Utilities											
931	Water	-	-	-	-	-	-	-	-	-	-	-
932	Electricity	-	-	-	-	-	-	-	-	-	-	-
933	Gas	-	-	-	-	-	-	-	-	-	-	-
934	Fuel	-	-	-	-	-	-	-	-	-	-	-
935	Labor	-	-	-	-	-	-	-	-	-	-	-
937	Employee benefits contributions - utilities	-	-	-	-	-	-	-	-	-	-	-

(Continued)

**HOUSING AUTHORITY OF JEFFERSON PARISH
MARRERO, LOUISIANA
HUD FINANCIAL DATA SCHEDULE - REVENUES
AND EXPENSES DATA BY FUND (CONTINUED)
For the Year Ended September 30, 2012**

		Major Programs									Component Unit	
Line Item #	Account Description	Housing Vouchers	Disaster Voucher Program	Section 901 Funds	DHAP IKE	KATRINA DHAP	Resident Opportunity and Support Services	Mainstream 5 Year	Jefferson Place	LA Disaster Recovery CDBG	RHDC	Total
	Ordinary maintenance & operation											
941	Ordinary maintenance and operations - labor	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
942	Ordinary maintenance and operations - materials & other	-	-	-	-	-	-	-	-	-	-	-
943	Ordinary maintenance and operations - contract costs	-	-	-	-	-	-	-	-	-	-	-
945	Employee benefit contributions - ordinary maintenance	-	-	-	-	-	-	-	-	-	-	-
	Protective services											
951	Protective services - labor	-	-	-	-	-	-	-	-	-	-	-
952	Protective services - other contract costs	-	-	-	-	-	-	-	-	-	-	-
953	Protective services - other	-	-	-	-	-	-	-	-	-	-	-
955	Employee benefit contributions - protective services	-	-	-	-	-	-	-	-	-	-	-
	General expenses											
961	Insurance premiums	-	-	-	-	-	-	-	-	-	-	-
962	Other general expenses	59,134	-	-	-	-	-	-	-	-	-	59,134
963	Payments in lieu of taxes	-	-	-	-	-	-	-	-	-	-	-
964	Bad debt - tenant rents	-	-	-	-	-	-	-	-	-	-	-
965	Bad debt - mortgages	-	-	-	-	-	-	-	-	-	-	-
966	Bad debt - other	-	-	-	-	-	-	-	-	-	-	-
967	Interest expense	-	-	-	-	-	-	-	-	-	-	-
968	Severance expense	-	-	-	-	-	-	-	-	-	-	-
969	TOTAL OPERATING EXPENSES	2,423,043	8,171	1,020,407	587,479	1,211	45,893	73,722	1,547	271,567	7,597	4,440,637
970	EXCESS OPERATING REVENUE											
	OVER OPERATING EXPENSES	26,568,708	(5,689)	(1,019,552)	420,156	262,107	-	805,983	(1,529)	5,819	(7,585)	27,028,418

(Continued)

**HOUSING AUTHORITY OF JEFFERSON PARISH
MARRERO, LOUISIANA
HUD FINANCIAL DATA SCHEDULE - REVENUES
AND EXPENSES DATA BY FUND (CONTINUED)
For the Year Ended September 30, 2012**

		Major Programs								Component Unit		
Line Item #	Account Description	Housing Vouchers	Disaster Voucher Program	Section 901 Funds	DHAP IKE	KATRINA DHAP	Resident Opportunity and Support Services	Mainstream 5 Year	Jefferson Place	LA Disaster Recovery CDBG	RHDC	Total
971	Extraordinary maintenance	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
972	Casualty losses - non-capitalized	-	-	-	-	-	-	-	-	-	-	-
973	Housing assistance payments	31,686,693	-	-	443,447	388	-	799,389	-	-	-	32,929,917
97350	HAP portability in	1,526,076	-	-	-	-	-	-	-	-	-	1,526,076
974	Depreciation expense	-	-	956,301	-	-	-	-	-	-	-	956,301
975	Fraud losses	-	-	-	-	-	-	-	-	-	-	-
976	Capital outlays - governmental funds	-	-	-	-	-	-	-	-	-	-	-
977	Debt principal payment - governmental funds	-	-	-	-	-	-	-	-	-	-	-
978	Dwelling units rent expense	-	-	-	-	-	-	-	-	-	-	-
900	TOTAL EXPENSES	35,635,812	8,171	1,976,708	1,030,926	1,599	45,893	873,111	1,547	271,567	7,597	39,852,931
OTHER FINANCING SOURCES												
1001	Operating transfers in	-	-	-	-	-	-	-	-	-	-	-
1002	Operating transfers out	-	-	-	-	-	-	-	-	-	-	-
1003	Operating transfers from/to primary government	-	-	-	-	-	-	-	-	-	-	-
1004	Operating transfers from/to component unit	-	-	-	-	-	-	-	-	-	-	-
1005	Proceeds from notes, loans and bonds	-	-	-	-	-	-	-	-	-	-	-
1006	Proceeds from property sales	-	-	-	-	-	-	-	-	-	-	-
1007	Extraordinary items	-	-	-	-	-	-	-	-	-	-	-
1010	TOTAL OTHER FINANCING SOURCES (USES)	-	-	-	-	-	-	-	-	-	-	-
1000	EXCESS (DEFICIENCY) OF TOTAL REVENUES OVER (UNDER) TOTAL EXPENSES	\$ (6,644,061)	\$ (5,689)	\$ (1,975,853)	\$ (23,291)	\$ 261,719	\$ -	\$ 6,594	\$ (1,529)	\$ 5,819	\$ (7,585)	\$ (8,383,876)

(Continued)

**HOUSING AUTHORITY OF JEFFERSON PARISH
MARRERO, LOUISIANA
HUD FINANCIAL DATA SCHEDULE - REVENUES
AND EXPENSES DATA BY FUND (CONTINUED)
For the Year Ended September 30, 2012**

Line Item #	Account Description	Major Programs							Component Unit				
		Housing Vouchers	Disaster Voucher Program	Section 901 Funds	DHAP IKE	KATRINA DHAP	Resident Opportunity and Support Services	Mainstream 5 Year	Jefferson Place	LA Disaster Recovery CDBG	RHDC	Total	
MEMO account information													
1101	Capital contributions	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
1102	Debt principal payments - enterprise funds	-	-	-	-	-	-	-	-	-	-	-	-
1103	Beginning equity	15,047,080	707,036	5,335,507	69,740	446,276	3	26,480	24,456	3,001	48,101		21,707,680
1104	Prior period adjustments and equity transfers	(4,482,214)	-	-	-	(492,235)	-	(870)	-	-	-	-	(4,975,319)
1117	Administrative Fee - Equity	684,858	-	-	-	-	-	-	-	-	-	-	684,858
1118	Housing assistance payments - equity	3,235,947	-	-	-	-	-	-	-	-	-	-	3,235,947
1119	Unit months available	56,750	-	-	751	-	-	1,200	924	-	-	-	59,625
1121	Number of unit months leased	44,970	-	-	751	-	-	1,190	-	-	-	-	46,911

NOTE: Some amounts from this financial data schedule have been reclassified for presentation in the basic financial statements.

**HOUSING AUTHORITY OF JEFFERSON PARISH
MARRERO, LOUISIANA
HUD FINANCIAL DATA SCHEDULE -
STATEMENT OF NET ASSETS DATA BY PROJECT
For the Year Ended September 30, 2012**

Line Item #	Account Description	LA013000013			
		Conventional Program	Total	CFP	Total
	ASSETS:				
	CURRENT ASSETS:				
	Cash:				
111	Cash - unrestricted	\$ 1,093,648	\$ -	\$ -	1,093,648
112	Cash - restricted - modernization and development	3,204	-	-	3,204
113	Cash - other restricted	23,871	-	-	23,871
114	Cash - tenant security deposits	21,300	-	-	21,300
115	Cash - restricted for payment of current liability	-	-	-	-
100	Total Cash	1,142,023	-	-	1,142,023
	Accounts and notes receivables:				
121	Accounts receivable - PHA projects	-	-	-	-
122	Accounts receivable - HUD	-	-	-	-
124	Account receivable - other government	-	-	-	-
125	Accounts receivable - miscellaneous	-	-	-	-
126	Accounts receivable - dwelling rents	936	-	-	936
126.1	Allowance for doubtful accounts - dwelling rents	(936)	-	-	(936)
126.2	Allowance for doubtful accounts - other	-	-	-	-
127	Notes and mortgages receivable - current	-	-	-	-
128	Fraud recovery	2,421	-	-	2,421
128.1	Allowance for doubtful accounts - fraud	(2,421)	-	-	(2,421)
129	Accrued interest receivable	-	-	-	-
	Total receivables, net of allowance				
120	for doubtful accounts	-	-	-	-

(Continued)

HOUSING AUTHORITY OF JEFFERSON PARISH
MARRERO, LOUISIANA
HUD FINANCIAL DATA SCHEDULE -
STATEMENT OF NET ASSETS DATA BY PROJECT (CONTINUED)
For the Year Ended September 30, 2012

Line Item #	Account Description	LA013000013		
		Conventional Program	Total	CFP
	Current investments			
131	Investments - unrestricted	\$ -	\$ -	\$ -
132	Investments - restricted	-	-	-
135	Investments - Restricted for payment of current liability	-	-	-
142	Prepaid expenses and other assets	95,564	-	95,564
143	Inventories	-	-	-
143.1	Allowance for obsolete inventories	-	-	-
144	Interprogram - due from	349	36,877	37,226
145	Assets held for sale	-	-	-
150	TOTAL CURRENT ASSETS	1,237,936	36,877	1,274,813
	NONCURRENT ASSETS			
	Fixed Assets			
161	Land	1,546,294	-	1,546,294
162	Buildings	-	-	-
163	Furniture, equipment & machinery - dwellings	-	-	-
164	Furniture, equipment & machinery - administration	116,979	15,104	132,083
165	Leasehold improvements	984,506	2,511	987,017
166	Accumulated depreciation	(804,955)	(1,238)	(806,193)
167	Construction In Progress	-	-	-
168	Infrastructure	-	-	-
160	Total fixed assets, net of accumulated depreciation	1,842,824	16,377	1,859,201

(Continued)

**HOUSING AUTHORITY OF JEFFERSON PARISH
MARRERO, LOUISIANA
HUD FINANCIAL DATA SCHEDULE -
STATEMENT OF NET ASSETS DATA BY PROJECT (CONTINUED)
For the Year Ended September 30, 2012**

Line Item #	Account Description	LA013000013			
		Conventional Program	Total	CFP	Total
171	Notes and mortgages receivable - non current	\$ -	\$ -	\$ -	-
172	Notes and mortgages receivable - past due	-	-	-	-
174	Other Assets	-	-	-	-
175	Undistributed debits	-	-	-	-
176	Investment in joint ventures	-	-	-	-
180	TOTAL NONCURRENT ASSETS	1,842,824	16,377	1,859,201	
190	TOTAL ASSETS	\$ 3,080,760	\$ 53,254	\$ 3,134,014	
LIABILITIES AND EQUITY:					
LIABILITIES:					
CURRENT LIABILITIES:					
311	Bank overdraft	\$ -	\$ 36,879	\$ 36,879	
312	Accounts payable < 90 days	66,878	84	66,962	
313	Accounts payable > 90 days past due	-	-	-	
321	Accrued wage/payroll taxes payable	6,235	-	6,235	
322	Accrued compensated absences - current portion	10,634	-	10,634	
324	Accrued contingency liability	-	-	-	
325	Accrued interest payable	-	-	-	
331	Accounts payable - HUD PHA programs	-	-	-	
332	Accounts payable - PHA projects	-	-	-	
341	Tenant security deposits	21,300	-	21,300	
342	Deferred revenues	-	-	-	
343	Current portion of Long-Term debt - capital projects	-	-	-	

(Continued)

**HOUSING AUTHORITY OF JEFFERSON PARISH
MARRERO, LOUISIANA
HUD FINANCIAL DATA SCHEDULE -
STATEMENT OF NET ASSETS DATA BY PROJECT (CONTINUED)
For the Year Ended September 30, 2012**

Line Item #	Account Description	LA013000013		
		Conventional Program	Total	CFP
344	Current portion of Long-Term debt - operating borrowings	\$ -	\$ -	\$ -
345	Other current liabilities	2,231	-	2,231
346	Accrued liabilities - other	-	-	-
347	Inter-program - due to	36,879	-	36,879
310	TOTAL CURRENT LIABILITIES	144,157	36,963	181,120
	NONCURRENT LIABILITIES			
351	Long-term debt, net of current - capital projects	-	-	-
352	Long-term debt, net of current - operating borrowings	-	-	-
353	Noncurrent liabilities - other	22,766	-	22,766
354	Accrued compensated absences - non current	26,189	-	26,189
350	TOTAL NONCURRENT LIABILITIES	48,955	-	48,955
300	TOTAL LIABILITIES	\$ 193,112	\$ 36,963	\$ 230,075
	EQUITY:			
	Contributed Capital:			
508.1	Invested in capital assets, net of related debt	\$ 1,842,823	\$ 67,978	\$ 1,910,801
	Total contributed capital	1,842,823	67,978	1,910,801

(Continued)

**HOUSING AUTHORITY OF JEFFERSON PARISH
MARRERO, LOUISIANA
HUD FINANCIAL DATA SCHEDULE -
STATEMENT OF NET ASSETS DATA BY PROJECT (CONTINUED)
For the Year Ended September 30, 2012**

Line Item #	Account Description	LA013000013		
		Conventional Program	Total	CFP
	Reserved fund balance:			
511.1	Restricted net assets	\$ 48,377	\$ -	\$ 48,377
512.1	Unrestricted net assets	996,448	(51,687)	944,761
513	TOTAL EQUITY	\$ 2,887,648	\$ 16,291	\$ 2,903,939
600	TOTAL LIABILITIES AND EQUITY	\$ 3,080,760	\$ 53,254	\$ 3,134,014

HOUSING AUTHORITY OF JEFFERSON PARISH
MARRERO, LOUISIANA
HUD FINANCIAL DATA SCHEDULE - REVENUES
AND EXPENSES DATA BY PROJECT
For the Year Ended September 30, 2012

		LA013000013		
Line Item #	Account Description	Conventional Program	Total CFP	Total
	REVENUE:			
70300	Net tenant rental revenue	\$ 564,004	\$ -	\$ 564,004
70400	Tenant revenue - other	7,560	-	7,560
70500	Total tenant revenue	571,564	-	571,564
70600	HUD PHA grants	446,867	367,128	813,995
70610	Capital revenues	-	21,710	21,710
708	Other government grants	-	-	-
711	Investment income - unrestricted	863	-	863
712	Mortgage interest income	-	-	-
713	Proceeds from disposition of assets held for sale	-	-	-
714	Fraud recovery	-	-	-
715	Other revenue	8,192	-	8,192
716	Gain or loss on the sale of fixed assets	-	-	-
720	Investment income - restricted	-	-	-
700	TOTAL REVENUE	1,027,486	388,838	1,416,324

(Continued)

**HOUSING AUTHORITY OF JEFFERSON PARISH
MARRERO, LOUISIANA
HUD FINANCIAL DATA SCHEDULE - REVENUES
AND EXPENSES DATA BY PROJECT (CONTINUED)
For the Year Ended September 30, 2012**

		LA013000013		
Line Item #	Account Description	Conventional Program	Total CFP	Total
	EXPENSES:			
	Administrative			
911	Administrative salaries	\$ 266,759	\$ -	\$ 266,759
912	Auditing fees	8,670	10,000	18,670
913	Outside management fees	-	-	-
914	Advertising and marketing	2,675	-	2,675
915	Employee benefit contributions - administrative	92,441	-	92,441
916	Other operating - administrative	57,610	-	57,610
917	Legal expense	60,940	-	60,940
918	Travel	12,162	-	12,162
919	Other operating - administrative	6,358	259,449	265,807
	Tenant Services			
921	Tenant services - salaries	-	-	-
922	Relocation costs	-	-	-
923	Employee benefits contributions - tenant services	-	-	-
924	Tenant services - other	61,585	-	61,585
	Utilities			
931	Water	62,409	-	62,409
932	Electricity	57,231	-	57,231
933	Gas	65,021	-	65,021
934	Fuel	-	-	-
935	Labor	-	-	-
937	Employee benefits contributions - utilities	-	-	-
938	Other utilities expense	-	-	-

(Continued)

**HOUSING AUTHORITY OF JEFFERSON PARISH
MARRERO, LOUISIANA
HUD FINANCIAL DATA SCHEDULE - REVENUES
AND EXPENSES DATA BY PROJECT (CONTINUED)
For the Year Ended September 30, 2012**

		LA013000013		
Line Item #	Account Description	Conventional Program	Total CFP	Total
	Ordinary maintenance & operation			
941	Ordinary maintenance and operations - labor	\$ 134,207	\$ -	\$ 134,207
942	Ordinary maintenance and operations - materials & other	31,351	-	31,351
943	Ordinary maintenance and operations - contract costs	77,556	-	77,556
945	Employee benefit contributions - ordinary maintenance	46,256	-	46,256
	Protective services			
951	Protective services - labor	-	-	-
952	Protective services - other contract costs	-	-	-
953	Protective services - other	-	-	-
955	Employee benefit contributions - protective services	-	-	-
	General expenses			
961	Insurance premiums	177,430	-	177,430
96200	Other general expenses	6,316	-	6,316
96210	Compensated absences	45,439	-	45,439
963	Payments in lieu of taxes	-	-	-
964	Bad debt - tenant rents	8,734	-	8,734
965	Bad debt - mortgages	-	-	-
966	Bad debt - other	-	-	-
967	Interest expense	-	-	-
968	Severance expense	-	-	-
969	TOTAL OPERATING EXPENSES	1,281,150	269,449	1,550,599
970	EXCESS OPERATING REVENUE OVER OPERATING EXPENSES	(253,664)	119,389	(134,275)

(Continued)

**HOUSING AUTHORITY OF JEFFERSON PARISH
MARRERO, LOUISIANA
HUD FINANCIAL DATA SCHEDULE - REVENUES
AND EXPENSES DATA BY PROJECT (CONTINUED)
For the Year Ended September 30, 2012**

Line Item #	Account Description	LA013000013		
		Conventional Program	Total CFP	Total
97100	Extraordinary maintenance	\$ -	\$ -	\$ -
97200	Casualty losses - non-capitalized	-	-	-
97300	Housing assistance payments	-	-	-
97400	Depreciation expense	154,802	13,939	168,741
97500	Fraud losses	-	-	-
97600	Capital outlays - governmental funds	-	-	-
97700	Debt principal payment - governmental funds	-	-	-
97800	Dwelling units rent expense	-	-	-
97900	TOTAL EXPENSES	1,435,952	283,388	1,719,340
	OTHER FINANCING SOURCES			
10010	Operating transfers in	98,040	304	98,344
10020	Operating transfers out	(304)	(98,040)	(98,344)
10030	Operating transfers from/to primary government	-	-	-
10040	Operating transfers from/to component unit	-	-	-
10050	Proceeds from notes, loans and bonds	-	-	-
10060	Proceeds from property sales	-	-	-
10070	Extraordinary items	-	-	-
1010	TOTAL OTHER FINANCING SOURCES (USES)	97,736	(97,736)	-
1000	EXCESS (DEFICIENCY) OF TOTAL REVENUES OVER (UNDER) TOTAL EXPENSES	<u>\$ (310,730)</u>	<u>\$ 7,714</u>	<u>\$ (303,016)</u>

(Continued)

**HOUSING AUTHORITY OF JEFFERSON PARISH
MARRERO, LOUISIANA
HUD FINANCIAL DATA SCHEDULE - REVENUES
AND EXPENSES DATA BY PROJECT (CONTINUED)
For the Year Ended September 30, 2012**

Line Item #	Account Description	LA013000013		
		Conventional Program	Total CFP	Total
	MEMO account information			
1101	Capital contributions	\$ -	\$ -	\$ -
1102	Debt principal payments - enterprise funds	-	-	-
1103	Beginning equity	3,068,293	51,573	3,119,866
1104	Prior period adjustments and equity transfers and corrections of errors	130,085	(42,996)	87,089
1117	Administrative Fee - Equity	-	-	-
1118	Housing assistance payments - equity	-	-	-
1119	Unit months available	2,400	-	2,400
1121	Number of unit months leased	2,378	-	2,378

NOTE: Some amounts from this financial data schedule have been reclassified for presentation in the basic financial statements.

**HOUSING AUTHORITY OF JEFFERSON PARISH
MARRERO, LOUISIANA
PER DIEM PAID TO BOARD MEMBERS
For the Year Ended September 30, 2012**

The members of the Board of Commissioners of the Housing Authority and their per diem for the year ended September 30, 2012 was as follows:

<u>Commissioners</u>		<u>Per Diem</u>
David Duplantis	Chairman (10/11-5/12)	\$ 2,400
Hunley Dufour Jr.	Vice-Chairman	2,025
Patrick Pierson	Chairman (6/12-9/12)	1,800
Mary Snowden		1,500
Simone Scanio		1,500
William Boada		1,350
Terrell Harris		1,050
Jonathan Liberto		900

**HOUSING AUTHORITY OF JEFFERSON PARISH
MARRERO, LOUISIANA
STATEMENT OF CERTIFICATION OF ACTUAL
MODERNIZATION COSTS COMPLETED
For the Year Ended September 30, 2012**

	Capital Fund <u>Program 2008</u>	Capital Fund <u>Program 2009</u>	Capital Fund <u>Program 2010</u>
Funds Approved	\$ 308,530	\$ 306,919	\$ 305,886
Funds Expended (1)	<u>(308,530)</u>	<u>(306,919)</u>	<u>(305,886)</u>
Excess of Funds Approved	<u><u>\$ -</u></u>	<u><u>\$ -</u></u>	<u><u>\$ -</u></u>
 Funds Advanced (2)	 \$ 308,530	 \$ 306,919	 \$ 305,886
Funds Expended	<u>(308,530)</u>	<u>(306,919)</u>	<u>(305,886)</u>
Excess of Funds Advanced	<u><u>\$ -</u></u>	<u><u>\$ -</u></u>	<u><u>\$ -</u></u>

(1) Cumulative accrued expenditures

(2) Cash received in bank depository

SINGLE AUDIT SECTION

**REPORT ON INTERNAL CONTROL OVER FINANCIAL REPORTING AND ON
COMPLIANCE AND OTHER MATTERS BASED ON AN AUDIT OF FINANCIAL
STATEMENTS PERFORMED IN ACCORDANCE WITH *GOVERNMENT AUDITING
STANDARDS***

Board of Commissioners
Housing Authority of Jefferson Parish
Marrero, Louisiana

We have audited the financial statements of the business-type activities, the aggregate discretely presented component unit, each major fund, and the aggregate remaining fund information of the Housing Authority of Jefferson Parish (the "Housing Authority") as of and for the year ended September 30, 2012, which collectively comprise the Housing Authority's basic financial statements and have issued our report thereon dated March 2, 2011. We conducted our audit in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States.

Internal Control Over Financial Reporting

Management of the Housing Authority is responsible for establishing and maintaining effective internal control over financial reporting. In planning and performing our audit, we considered the Housing Authority's internal control over financial reporting as a basis for designing our auditing procedures for the purpose of expressing our opinions on the financial statements, but not for the purpose of expressing an opinion on the effectiveness of the Housing Authority internal control over financial reporting. Accordingly, we do not express an opinion on the effectiveness of the Housing Authority's internal control over financial reporting.

A deficiency in internal control exists when the design or operation of a control does not allow management or employees, in the normal course of performing their assigned functions, to prevent or detect misstatements on a timely basis. A *material weakness* is a deficiency, or a combination of deficiencies, in internal control such that there is a reasonable possibility that a material misstatement of the entity's financial statements will not be prevented, or detected and corrected on a timely basis.

Our consideration of the internal control over financial reporting was for the limited purpose described in the first paragraph of this section and was not designed to identify all deficiencies in internal control over financial reporting that might be deficiencies, significant deficiencies, or material weakness. We did not identify any deficiencies in internal control over financial reporting that we consider to be material weaknesses, as defined above.

Compliance and Other Matters

As part of obtaining reasonable assurance about whether the Housing Authority's financial statements are free of material misstatement, we performed tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements, noncompliance with which could have a direct and material effect on the determination of financial statement amounts. However, providing an opinion on compliance with those provisions was not an objective of our audit, and accordingly, we do not express such an opinion. The results of our tests disclosed no instances of noncompliance or other matters that are required to be reported under *Government Auditing Standards*.

We noted certain matters that we reported to management of the Housing Authority in a separate letter dated March 19, 2013.

This report is intended solely for the information and use of the Board of Commissioners, management, others within the organization, the Legislative Auditor of the State of Louisiana, and federal awarding agencies and pass-through entities and is not intended to be and should not be used by anyone other than these specified parties. Under Louisiana Revised Statute 24:513, this report is distributed by the Legislative Auditor as a public document.

Carr, Riggs & Ingram, LLC

March 19, 2013
Metairie, LA

**INDEPENDENT AUDITOR'S REPORT ON COMPLIANCE WITH REQUIREMENTS
THAT COULD HAVE A DIRECT AND MATERIAL EFFECT ON EACH MAJOR
PROGRAM AND ON INTERNAL CONTROL OVER COMPLIANCE IN
ACCORDANCE WITH OMB CIRCULAR A-133**

Board of Commissioners
Housing Authority of Jefferson Parish
Marrero, Louisiana

Compliance

We have audited the Housing Authority of Jefferson Parish's (the "Housing Authority") compliance with the types of compliance requirements described in the U.S. Office of Management and Budget (OMB) Circular A-133 *Compliance Supplement* that could have a direct and material effect on each of the Housing Authority of Jefferson Parish's major federal programs for the year ended September 30, 2012. The Housing Authority's major federal programs are identified in the Summary of Auditor's Results section of the accompanying Schedule of Findings and Questioned Costs. Compliance with the requirements of laws, regulations, contracts, and grants applicable to each of its major federal programs is the responsibility of the Housing Authority's management. Our responsibility is to express an opinion on the Housing Authority's compliance based on our audit.

We conducted our audit of compliance in accordance with auditing standards generally accepted in the United States of America; the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States; and OMB Circular A-133, *Audits of States, Local Governments, and Non-Profit Organizations*. Those standards and OMB Circular A-133 require that we plan and perform the audit to obtain reasonable assurance about whether noncompliance with the types of compliance requirements referred to above that could have a direct and material effect on a major federal program occurred. An audit includes examining, on a test basis, evidence about the Housing Authority's compliance with those requirements and performing such other procedures as we considered necessary in the circumstances. We believe that our audit provides a reasonable basis for our opinion. Our audit does not provide a legal determination of the Housing Authority's compliance with those requirements.

In our opinion, the Housing Authority complied, in all material respects, with the compliance requirements referred to above that could have a direct and material effect on each of its major federal programs for the year ended September 30, 2012.

Internal Control Over Compliance

Management of the Housing Authority is responsible for establishing and maintaining effective internal control over compliance with requirements of laws, regulations, contracts and grants applicable to federal programs. In planning and performing our audit, we considered the Housing Authority's internal control over compliance with requirements that could have a direct and material effect on a major federal program to determine our auditing procedures for the purpose of expressing our opinion on compliance and to test and report on internal control over compliance in accordance with OMB Circular A-133, but not for the purpose of expressing an opinion on the effectiveness of internal control over compliance. Accordingly, we do not express an opinion on the effectiveness of the Housing Authority's internal control over compliance.

A deficiency in internal control over compliance exists when the design or operation of a control over compliance does not allow management or employees, in the normal course of performing their assigned functions, to prevent, or detect and correct, noncompliance with a type of compliance requirement of a federal program on a timely basis. *A material weakness in internal control over compliance* is a deficiency, or combination of deficiencies, in internal control over compliance, such that there is a reasonable possibility that material noncompliance with a type of compliance requirement of a federal program will not be prevented, or detected and corrected, on a timely basis.

Our consideration of internal control over compliance was for the limited purpose described in the first paragraph of this section and was not designed to identify all deficiencies in internal control over compliance that might be deficiencies, significant deficiencies or material weaknesses. We did not identify any deficiencies in internal control over compliance that we consider to be material weaknesses, as defined above.

Schedule of Expenditures of Federal Awards

We have audited the financial statements of the business-type activities, the discretely presented component unit, each major fund, and the aggregate remaining fund information of the Housing Authority as of and for the year ended September 30, 2012 and have issued our reports thereon dated March 19, 2013, which contained unqualified opinions on those financial statements. Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the Housing Authority's basic financial statements. The accompanying Schedule of Expenditures of Federal Awards is presented for purposes of additional analysis as required by OMB Circular A-133 and is not a required part of the basic financial statements. Such information is the responsibility of management and was derived from and relates directly to the underlying accounting and other records used to prepare the financial statements. The information has been subjected to the auditing procedures applied in the audit of the basic financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the financial statements or to the financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, is fairly stated, in all material respects, in relation to the basic financial statements taken as a whole.

This report is intended solely for the information and use of the Board of Commissioners, management, others within the organization, the Legislative Auditor of the State of Louisiana, and federal awarding agencies and pass-through entities and is not intended to be and should not be used by anyone other than these specified parties. Under Louisiana Revised Statute 24:513, this report is distributed by the Legislative Auditor as a public document.

Carr, Riggs & Ingram, LLC

March 19, 2013
Metairie, LA

**HOUSING AUTHORITY OF JEFFERSON PARISH
MARRERO, LOUISIANA
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
For the Year Ended September 30, 2012**

<u>Federal Grantor Program Title</u>	<u>Federal CDFA No.</u>	Housing Authority Expenditures of Federal <u>Funds</u>
U.S. Department of Housing And Urban Development		
<i>Direct Programs:</i>		
Mainstream Vouchers	14.879	\$ 846,631
Low Rent Public Housing	14.850a	1,189,189
Disaster Housing Assistance - Ike	14.IKE	2,338
Section 8 Housing Choice Voucher	14.871	35,635,811
Public Housing Capital Fund Program	14.872	375,172
Community Development Block Grants/State's Program	14.228	271,567
Disaster Voucher Program	14.DVP	8,170
Resident Opportunity and Support Services	14.870	45,893
Section 901	91.	1,020,407
Disaster Housing Assistance - Katrina	97.109	1,599
Total Expenditures of Federal Awards		<u>\$ 39,396,777</u>

The accompanying Notes to the Schedule of Expenditures of Federal Awards are an integral part of this schedule.

**HOUSING AUTHORITY OF JEFFERSON PARISH
MARRERO, LOUISIANA
NOTES TO THE SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
For the Year Ended September 30, 2012**

NOTE 1 - GENERAL

The accompanying Schedule of Expenditures of Federal Awards presents the activity of federal awards of the Housing Authority reporting entity as defined in Note A to the Housing Authority's financial statements. All federal awards were received directly from HUD.

NOTE 2 - BASIS OF ACCOUNTING

The accompanying Schedule of Expenditures of Federal Awards includes the federal grant activity of the Housing Authority and is presented on the accrual basis of accounting.

NOTE 3 - RELATIONSHIP TO BASIC FINANCIAL STATEMENTS

Federal awards revenues are reported in the Housing Authority's financial statements as follows:

	Revenues
Conventional Program	\$ 492,760
Housing Vouchers	27,206,240
Other	<u>2,816,165</u>
Total	<u>\$ 30,515,165</u>

NOTE 4 - RELATIONSHIP TO FEDERAL FINANCIAL REPORTS

Amounts reported in the accompanying Schedule of Expenditures of Federal Awards agree with amounts reported in the related federal financial reports except for changes made to reflect amounts in accordance with generally accepted accounting principles.

NOTE 5 - FEDERAL AWARDS

In accordance with HUD Notice PIH 98-14, "federal awards" do not include the Housing Authority's operating income from rents or income from investments (or other non-federal sources). In addition, the entire amount of operating subsidy received during the fiscal year is considered to be expended during the fiscal year.

**HOUSING AUTHORITY OF JEFFERSON PARISH
MARRERO, LOUISIANA
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
For the Year Ended September 30, 2012**

A. SUMMARY OF AUDITOR'S RESULTS

1. The auditor's report expresses an unqualified opinion on the financial statements of the Housing Authority.
2. No significant deficiencies in internal control over financial reporting are reported in the *Report on Internal Control Over Financial Reporting and on Compliance and other Matters Based on an Audit of Financial Statements Performed in Accordance with Government Auditing Standards*.
3. No instances of noncompliance material to the financial statements of the Housing Authority, which would be required to be reported in accordance with Government Auditing Standards, were disclosed during the audit.
4. No significant deficiencies relating to the audit of the major federal award programs are reported in the *Independent Auditor's Report on Compliance with Requirements Applicable to Each Major Program and on Internal Control Over Compliance in Accordance with OMB Circular A-133 and on the Schedule of Expenditures of Federal Awards*.
5. The auditor's report on compliance for the major federal award programs for the Housing Authority expresses an unqualified opinion on all major federal programs.
6. There were no audit findings relative to the major federal award programs for the Housing Authority reported in this schedule in accordance with Section 510(a) of OMB Circular A-133.
7. The following programs were identified as major programs:

<u>Name of Federal Program</u>	<u>CFDA</u>
Section 8 Housing Choice Voucher Program	14.871
Low Rent Public Housing	14.850a

8. The threshold for distinguishing Type A and B programs was \$1,181,903.
9. The Housing Authority did not qualify as a low-risk auditee.
10. A management letter was issued for the year ending September 30, 2012.

**HOUSING AUTHORITY OF JEFFERSON PARISH
MARRERO, LOUISIANA
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
For the Year Ended September 30, 2012**

B. FINDINGS - FINANCIAL STATEMENTS AUDIT

There were no findings or questioned costs related to major federal award programs for the year ended September 30, 2012.

C. FINDINGS AND QUESTIONED COSTS - MAJOR FEDERAL AWARD PROGRAMS AUDIT

There were no findings or questioned costs related to major federal award programs for the year ended September 30, 2012.

**HOUSING AUTHORITY OF JEFFERSON PARISH
MARRERO, LOUISIANA
SCHEDULE OF PRIOR YEAR FINDINGS
For the Year Ended September 30, 2012**

SECTION I – FINDINGS – FINANCIAL STATEMENT AUDIT

There were no findings or questioned costs related to major federal award programs for the year ended September 30, 2011.

SECTION II – FINDINGS AND QUESTIONED COSTS – MAJOR FEDERAL AWARD PROGRAMS

There were no findings or questioned costs related to major federal award programs for the year ended September 30, 2011.

SECTION III – MANAGEMENT LETTER

A management letter was not issued for the year ended September 30, 2011.

HOUSING AUTHORITY OF JEFFERSON PARISH

MEMORANDUM OF ADVISORY COMMENT

For the Year Ending September 30, 2012

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March 19, 2013

Board of Commissioners
Housing Authority of Jefferson Parish
Marrero, Louisiana

In planning and performing our audit of the basic financial statements of the Housing Authority of Jefferson Parish (the "Housing Authority") as of and for the year ended September 30, 2012, in accordance with auditing standards generally accepted in the United States of America, we considered the Housing Authority's internal control over financial reporting (internal control) as a basis for designing our auditing procedures but not for the purpose of expressing an opinion on the effectiveness of the Housing Authority's internal controls. Accordingly, we do not express an opinion on the effectiveness of the Housing Authority's internal control.

However, during our audit we became aware of matters that are opportunities for strengthening internal controls and operating efficiency. We were made aware of these matters through the Office of the Inspector General of the United States Department of Housing and Urban Development's audit report on procurement and expenditure activities dated July 30, 2012. We have reviewed this report and the memorandum that accompanies this letter summarizes our observation and recommendations regarding this matter. We previously reported on the Housing Authority's internal controls in a separately issued report titled *Report on Compliance and on Internal Control Over Financial Reporting Based on an Audit of Financial Statements Performed in Accordance with Government Auditing Standards*. This letter does not affect our report dated, March 19, 2013, on the basic financial statements of the Housing Authority.

We will review the status of our recommendation during our next audit engagement. We have already discussed our recommendation with management and have included their corrective action plan. We will be pleased to discuss our recommendation in further detail at your convenience, to perform any additional study of this matter, or to assist the Housing Authority in implementing our recommendation.

Sincerely,

Carr, Riggs & Ingram, LLC

**HOUSING AUTHORITY OF JEFFERSON PARISH
OBSERVATION, RECOMMENDATION, AND
CORRECTIVE ACTION PLAN
September 30, 2012**

HUD OIG Audit Report

Observation:

A report was issued by the Department of Housing and Urban Development's ("HUD") Office of the Inspector General ("OIG") dated July 30, 2012 stating that the Housing Authority violated certain Federal regulations resulting in ineligible and/or unsupported costs. The OIG noted the following findings in their report:

- 1) The Housing Authority did not always follow Federal and other requirements regarding its procurement of professional services.
- 2) The Housing Authority used Federal funds for unsupported and ineligible costs.
- 3) The Housing Authority violated Federal law regarding payments to members of its Board of Commissioners.
- 4) The Housing Authority created a conflict of interest.

Recommendation and Corrective Action Plan:

Subsequent to the issuance of the OIG's report, the Housing Authority hired legal counsel and a consulting firm who has proposed several courses of action in order to address the OIG audit report. The Housing Authority issued a formal response to the OIG on February 1, 2013 detailing their corrective action plans and supporting the OIG ineligible and/or unsupported costs. The Housing Authority is in the process of implementing several of the corrective actions recommended in their response.

We recommend that the Housing Authority continue to work with its legal counsel and consultants to develop any further recommendation or corrective action that may be required.